



STATE OF MICHIGAN
DEPARTMENT OF EDUCATION
LANSING



JENNIFER M. GRANHOLM
GOVERNOR

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SUPERINTENDENT OF
PUBLIC INSTRUCTION

FOOD SERVICE

**ADMINISTRATIVE POLICY #1
SCHOOL YEAR 2004/2005**

SUBJECT: School Meals Program
Meal, Snack and Milk Reimbursement Rates to School Food Authorities
Effective July 1, 2004 - June 30, 2005

DATE: July 26, 2004

The following reimbursement rates are in effect starting July 1, 2004. The rates shown are total reimbursement for each category. **Free and Reduced Price rates (Section 11) include Paid (Section 4) rate of reimbursement.** For inquiries regarding this memo please call: (517) 373-2438.

	SCHOOL BREAKFAST PROGRAM		NATIONAL SCHOOL LUNCH PROGRAM		AFTER-SCHOOL SNACKS	SPECIAL MILK PROGRAM
	Non-Severe Need	Severe Need	Less than 60%	60% or More		
Paid	\$0.23	\$0.23	\$0.21	\$0.23	\$0.05	\$0.17
Reduced Price	\$0.93	\$1.17	\$1.84	\$1.86	\$0.30	N/A
Free	\$1.23	\$1.47	\$2.24	\$2.26	\$0.61	Average cost per ½ pint of milk

Commodity Entitlement is \$0.1725 for each lunch served in prior school year - 2003/2004

Eligibility for the severe need rate for breakfast and the higher reimbursement rate for lunch is recalculated each year beginning with the October claim. The calculation is based on the percentages listed below of free and reduced price lunches served relative to the total number of lunches served. The 2002/2003 school year will be used to determine eligibility for the fiscal year October 2004 - September 2005.

Determination of Severe Need Rate for Breakfast:

A building is eligible for the severe need rate for breakfast when:

Forty percent (40%) or more of total lunches served **in that building** in the second preceding school year, 2002/2003, were free or at a reduced price.

Determination of Additional \$0.02 for Lunch:

The entire district is eligible for the additional \$0.02 for lunch when:

Sixty percent (60%) or more of total lunches served **district wide** in the second preceding school year, 2002/2003, were free or at a reduced price.

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